

**NOTICE OF REGULAR MEETING
OF THE BOARD OF DIRECTORS
RURAL WATER DISTRICT NO. 2
MIAMI COUNTY, KANSAS**

The Regular Meeting of the Board of Directors of Rural Water District No. 2, Miami County, Kansas will be held at 7:30 p.m. on the 10th day of October 2016 at the District Office located at 255th Street and Harmony Road, Hillsdale, Kansas.

AGENDA

- I. Opening
- II. Minutes
 - a. Reading
 - b. Approval
- III. Current Invoices
 - a. Review
 - b. Approval
- IV. Guests
- V. Leak Adjustment
 - a. Herschel Kunard-#2563
- VI. Subscriptions & Relocates
 - a. Chris Kemplay-299th & Victory Road
 - b. Jean Maberry-18911 W. 252nd Street
 - c. Clay Hoy-327th & Metcalf
 - d. Kyle Dye-28355 Pressonville Road
 - e. Andrew Brown-309 Lincoln Street, Hillsdale, KS
- VII. Line Extensions
- VIII. Old Business
- IX. New Business
 - a. Committees
 - (1)Budget
 - (2)Salary
- X. Reports
 - a. Engineer
 - b. Treasurer
 - c. Manager
- XI. Announcements
- XII. Adjournment

Board Meeting Minutes

The regular meeting of the Board of Directors of Rural Water District No. 2, Miami County, Kansas was held on October 10, 2016 at the District Office located at 25290 Harmony Road, Hillsdale, Kansas.

Attendance:

Directors Attending: Jim Dycus, Lyle Wobker, Gary Guetterman, Alan Hire, Charlie Sievert, Glenn Alpert, Brad Ryckert and Rick Norland.

Absent Directors: Mike McClurg

Also Attending: Jerry Bennett, Lana Kettler and Ed Kluber

Welcome and Approval of Minutes

Chairman Jim Dycus called the meeting to order at 7:30 p.m.

Glenn Alpert moved to dispense with reading the minutes for the regular monthly meeting. Lyle Wobker seconded. Vote: 8-0, motion passed.

Glenn Alpert moved to approve the minutes as written. Brad Ryckert seconded the motion. Vote: 8-0, motion passed.

Alan Hire moved to pay the bills as presented. Motion was seconded by Lyle Wobker. Vote: 8-0, motion passed.

Subscriptions & Line Extensions

There were five meter subscriptions since the September 2016 board meeting:

- Chris Kemplay-299th & Victory Road
- Jean Maberry-18911 W. 252nd Street
- Clay Hoy-327th & Metcalf
- Kyle Dye-28355 Pressonville Road
- Andrew Brown-309 Lincoln Street, Hillsdale, KS

Leak Adjustment

Mr. & Mrs. Herschel Kunard and Allen Kunard, Account No. 2563 were present to ask the Board for a leak adjustment. Mr. Kunard said the pressure regulator failed at the meter during the night and the pop off valve broke and flooded the house. Jerry Bennett said there was 140 psi on the back side of the meter. The regulator has been replaced and the pressure set at 70 psi. Jerry informed the Board of the leak details:

Average Usage-11,635 gallons
Leak Usage-73,040 gallons
Leak Billing Amount-\$301.50

Adjusted Leak Billing Amount-\$218.39
Savings Amount-\$92.11

There was discussion on the leak and the leak adjustment policy. Mr. Kunard asked about a payment plan. Jerry Bennett said the office would contact them the following day about setting up the payment plan. Gary Guetterman moved to approve the leak adjustment as presented. Lyle Wobker seconded the motion. Vote: 8-0, motion passed.

New Business

Chairman Dycus reported the budget committee of Alan Hire, Lyle Wobker, Jim Dycus, Jerry Bennett and Lana Kettler had met and have the 2017 budget ready for the Board's review. Lana Kettler presented the projected 2016-year end budget and the preliminary 2017 budget. The projected 2016-year end budget included Operating Income of \$2,834,511.19, Operating Expenses of \$1,939,798.03, Construction Expense of \$188,425.67 thus reflecting a Net Income of \$706,287.49. The preliminary 2017 budget has an Operating Income of \$2,885,300.00, Operating Expense of \$2,351,100.00, Construction Expense of \$1,317,500.00 (including the Louisburg Interconnect and Intake Upgrades) resulting in a Net Loss of \$783,300.00. There was discussion on both budgets and upcoming construction projects. Brad Ryckert moved to approved the proposed 2017 preliminary budget. Glenn Alpert seconded the motion. Vote: 8-0, motion passed. Chairman Dycus said the final approval of the budget would be at the 2017 Annual Meeting.

Alan Hire moved to go into executive session till 8:30 p.m. to discuss personnel. Glenn Alpert seconded the motion. Vote: 8-0, motion passed. Executive session began at 8:08 p.m. and returned to regular session at 8:16 p.m. Gary Guetterman moved to approve the 2017 salary recommendations as presented by the salary committee of Lyle Wobker, Brad Ryckert and Gary Guetterman. Lyle Wobker seconded the motion. Vote: 8-0, motion passed.

Engineering Report

Jerry Bennett reported the engineers are working on the Louisburg Interconnect design.

Jerry Bennett informed the Board there were two companies that make copper ion generators. Jerry asked how the Board would like to handle the bid packet for the intake upgrades. He said the company with the better generator package was OMG. They had more upgrades to the same item. They also had a local company representative. The engineers could sole source the ion generator to OMG in the bid packet. There was discussion on the generators and bid packets. It was the consensus of the Board to sole source with OMG.

Announcements and Adjournment

Chairman Dycus said Rick Norland and Charlie Sievert had previously agreed to run for reelection. Gary Guetterman indicated he would also run again.

There was additional discussion regarding the pressure regulator policy and the District's responsibilities and the patron's responsibilities.

Lyle Wobker moved to adjourn. Brad Ryckert seconded the motion. Vote: 8-0, motion passed.

Meeting adjourned 8:30 p.m.



Brad Ryckert
Secretary



Jim Dycus
Chairman

11-14-16

Date